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Governor

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Lieutenant Governor

# State of Utah

## DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER  
Executive Director

### Division of Oil, Gas and Mining

JOHN R. BAZA  
Division Director

February 13, 2013

Gary Gillespie  
Century Gold Mining and Milling Co. Inc.  
1475 Cannonwood Place  
Murray, Utah 84123

Subject: Reclamation Surety Required for Amended Notice of Intention, Century Gold Mining and Milling Company, Inc., Century Mine, S/003/0077, Box Elder County, Utah

Dear Mr. Gillespie:

The referenced amended Notice of Intention to Commence Small Mining Operations (NOI), received by the Division of Oil, Gas and Mining on January 26, 2013, is complete **with the exception of the reclamation surety requirement.** The required reclamation surety for your operation, with this amendment is now \$22,300.00. This was determined based on information in the following table.

<b>Small Mine Operation Bond Calculation Worksheet</b>			2/7/2013
<b>3-year escalation (2016)</b>			
<b>Item</b>	<b>Qty</b>	<b>Unit Cost</b>	<b>Total Cost</b>
1st Acre Disturbance	1	\$7,900.00	\$7,900.00
Add'l Acres Disturbance	3	\$4,800.00	\$14,400.00
<b>TOTAL</b>			<b>\$22,300.00</b>
Note: The increase in acreage is due to the new access road to the upper area.			

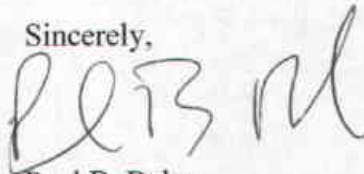
Currently the Division has \$17,700.00 surety in the form of a letter of credit from America First Credit Union. Therefore an addition surety amount of \$4,600.00 needs to be provided. Please provide the additional surety by March 15, 2013. You may either submit an amended letter of credit for the increased amount, or provide a separate surety for either the increased or total amount. In addition to a letter of credit, the Division will accept a surety bond, cash, or a certificate of deposit. Please contact Penny Berry at 801-538-5291 or by e mail at [pennyberry@utah.gov](mailto:pennyberry@utah.gov) for assistance in completing this requirement.



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Gary Gillespie  
S/003/0077  
February 12, 2013

Please contact Lynn Kunzler at 801-538-5310 or me at 801-538-5261 if you have any questions regarding this letter. In reply please refer to file number S/003/0077.

Sincerely,

A handwritten signature in dark ink, appearing to read "PB Baker", written over the word "Sincerely,".

Paul B. Baker  
Minerals Program Manager

PBB: Lk: eb  
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